



DEPARTMENT OF THE AIR FORCE
WASHINGTON DC

OFFICE OF THE ASSISTANT SECRETARY

16 DEC 2003

MEMORANDUM FOR ALMAJCOM/CV
HQ USAFA/CV
11 Wing/CV

FROM: SAF/IEI
1665 Air Force Pentagon
Washington DC 20330-1665

SUBJECT: Policy on Military Family Housing (MFH) Utility Systems in Privatization Efforts

The Utilities Privatization (UP) program is making progress with 211 systems currently in the solicitation process and 176 due for request for proposal (RFP) release over the next 12 months. Simultaneously, Housing Privatization (HP) continues to move forward and is now at a point where HP projects have the potential to include many of the utility systems in Military Family Housing that were previously identified for execution or exemption via UP program.

This policy provides direction on which privatization program, UP or HP, should address the utility systems in MFH areas. This policy does not apply to HP projects already in solicitation. There are three distinct situations where the UP and HP programs may overlap and impact the MFH utility systems. For each of these, the following policy applies:

a. **Base utility systems are not being privatized / MFH is being privatized:** Utility systems within the housing area shall be included in the HP solicitation.

b. **Base utility systems are being privatized / MFH is not being privatized:** Utility systems within the housing area shall be included in the UP solicitation.

c. **Base utility systems are being privatized / MFH is being privatized:** Utilities in the housing area shall be included in the HP RFP in lieu of the UP RFP when the inclusion of the utilities is logical and technically feasible. HQ AFCESA/CC will be the primary authority for feasibility determination with HQ AFCEE/CC as the coordinating authority.

We appreciate your continued support as we meet the potentially parallel execution requirements of both programs. If members of your staff have any questions, please contact Col Neil Kanno, AF/ILEX, DSN 664-4722, e-mail: Neil.Kanno@pentagon.af.mil or Col Bobbie Griffin, AF/ILEH, DSN 664-4470, Bobbie.Griffin@pentagon.af.mil.

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